

**BURLINGTON TECHNOLOGIES INC.**  
**CCAA CASH FLOW REPORT**  
**FORECAST TO ACTUAL**  
**PERIOD 12- TWO WEEK PERIOD ENDED May 22, 2009**  
**(CDN)**

	RECEIPTS AND PAYMENTS PERIOD 11			RECEIPTS AND PAYMENTS CUMULATIVE		
	FORECAST	ACTUAL	VARIANCE (%)	FORECAST	ACTUAL	VARIANCE (%)
<b>Cash Inflows</b>						
Net Tooling Collections	\$ 250,634	\$ 119,171	(131,464) -52.45%	\$ 5,162,585	\$ 4,743,129	(419,456) -8.12% A
Tooling Disbursements	\$ (309,680)	\$ (324,141)	(14,461) 4.67%	\$ (6,252,845)	\$ (5,213,677)	1,039,168 -16.62% A,B
Net Tooling Cash flow	\$ (59,046)	\$ (204,971)	(145,924) 247.13%	\$ (1,090,261)	\$ (470,548)	\$ 619,713 -56.84%
Total Other Collections under DIP cashflow forecast	2,547,564	1,746,225	(801,339) -31.46%	26,015,714	22,798,395	(3,277,319) -12.60%
Total Collections	2,488,518	1,541,254	(947,263) -38.07%	24,925,453	22,267,847	(2,657,607) -10.66% C
<b>Cash Outflows</b>						
Material Purchases	534,943	411,976	122,967 22.99%	5,708,435	5,243,938	464,496 8.14% D
Hourly and Salary Labour	705,886	745,906	(40,020) -5.67%	9,620,512	9,459,413	161,098 1.67% E
Division and Corporate Overhead Expenses	488,722	206,587	282,135 57.73%	5,332,651	4,203,339	1,129,312 21.18% F
Professional Fees	54,000	166,064	(112,064) -207.53%	1,354,106	1,538,645	(184,539) -13.63% G
Alumetco Relocation Costs	-	-	-	524,070	528,734	(4,664) -0.89% H
EDC Insurance	-	-	-	79,500	58,558	20,942 26.34% I
Pre filing RBC Operating line/Lease Repayments	400,000	-	400,000	2,204,400	702,000	1,502,400 68.15% J
Financing Cost	222,038	179,040	42,997 19.36%	2,946,811	2,828,486	118,324 4.02% K
Monitoring Fee/Commitment	-	-	-	75,000	75,000	- 0.00%
Total Disbursements	2,405,589	1,709,573	696,016 28.93%	27,845,484	24,638,114	3,207,370 11.52%
Net Change in Cash Position	82,929	(168,319)	(251,248) -302.97%	(2,920,031)	(2,370,268)	549,763 -18.83%
Opening (Dip Facility)/Cash in Bank	(2,983,934)	(2,182,923)	801,011	19,026	19,026	-
Closing (Dip Facility)/Cash in Bank	(2,901,005)	(2,351,242)	549,763	(2,901,005)	(2,351,242)	549,763 -18.95%

Balance Per Bank	\$ 70,733
Balance Per Loan Acct	\$ (1,760,000)
O/S cheques/withdrawals	F
O/S EFT run May 22/09	\$ (19,476)
O/S EFT run May 7/09	\$ (2,259)
#54522	\$ (131)
#54554	\$ (25)
#54654	\$ (30)
#54556	\$ (30)
#54663	\$ (748)
#56665	\$ (77,241)
#54666	\$ (30)
#54667	\$ (30)
#54668	\$ (394)
#54669	\$ (290)
#54670	\$ (467)
O/S EFT EDC	\$ (319,664)
O/S EFT EDC	\$ (241,160)
	\$ (2,351,242)

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**NOTES**

**A** The forecast for period 12 reflects the updated forecast approved by the court on Mar 13, 2009 including forecast margin levels. Tooling collections are below budget by \$419,456 mostly due to timing differences in the collection of the following

Ford Tooling Claim	\$60,145
One Month Delayed Gates PPAP	\$102,800
EDC tool advances	\$100,000
Bendix tool order deposits	\$130,000

**B** Tooling disbursements are below budget on a cumulative basis by \$1,039,168. This difference is timing in nature and is mostly the result of a delay in \$500,000 in expenditures due to a delay in GM programs and a delay in a hostage payment to Reko Automation of \$350,000 due to commercial issues. This timing difference is expected to reverse within the next several weeks. Cumulative tooling disbursements include certain critical "Hostage" payments to suppliers to secure ongoing supply of services so as not to disrupt planned customer releases/shipments including

Tooling Hostage Payments to	Reko Automation	\$	100,000
Tooling Hostage Payments to	Ming Lee Tooling (1)	\$	26,351
Tooling Hostage Payments to	XL Technologies (1)	\$	181,421
		<u>\$</u>	<u>307,772</u>

**C** Other Collections were below expectation on a cumulative basis for the period ended May 22, 2009 by \$3,277,319 due mostly to the following:

Ford Cancellation Claim timing difference	\$	456,000
GST refund timing difference	\$	110,000
Redundant equipment sale proceeds timing difference	\$	400,000
Permanent reduction in Deutsche Bank financing due to reduced Bendix releases	\$	525,000
Reduced Ford/GM releases	\$	1,500,000

**D** On a cumulative basis, material costs were below budget by \$464,496. This is due to the usage of scrap metal which reduced the need for molten metal deliveries and the reduced customer releases.

**E** Payroll costs were below budget by \$161,098. This difference is in part due to a timing difference in the payment of benefit costs of approximately \$120,000 expected to reverse in the next period. The remainder is a permanent difference due to a salary wage reduction of 7% implemented on April 12 and a corresponding lay off of approximately 35 hourly employees

**F** Cumulative overhead expenses were below forecast by approximately \$1,129,312. This is due to the following timing differences:

Unutilized Contingency Reserve	\$336,311
Reduced overhead costs due to lower production levels	\$150,000
Accounts payables and accruals (overhead)- timing difference	\$643,001
	<u>\$1,129,312</u>

Contingency reserve analysis	
Total Contingency Reserve forecast to April 10, 2009	\$ 705,598
Less:	
Prefiling lease balances paid to RBC	\$ (176,933)
Lease payment to close out Scotia Bank lease	\$ (18,000)
Legal costs not forecasted including RBC legal fees	\$ (92,940)
Tie bars to repair die cast equipment not forecasted	\$ (24,218)
Additional costs to complete relocation of Alumetco equipment of approximately \$32,000 and other restructuring costs including the relocation of Head Office staff to Burlington from Oakville	\$ (39,471)
Fixed asset purchase necessary for new Ford Program	\$ (17,725)
Unused contingency reserve available at April 10, 2009	<u>\$ 336,311</u>

- G** Cumulative Professional fees to date were above forecast by \$184,539. This difference is permanent in nature.
- H** Excludes unforeseen relocation costs of \$24,218 for tie bars to repair die cast equipment included under contingency reserve - see note F
- I** EDC insurance costs were below budget by \$20,942 due to lower sales over the period and the use of a credit balance on account. This difference is permanent in nature.
- J** Pre-filing repayment against the RBC operating line was below forecast by \$1,502,400. \$856,000 of which is a temporary timing difference relating to the collection of a Ford Cancellation claim if \$456,000 and the receipt of proceeds from the sale of redundant assets \$400,000. The remainder is a permanent difference due to a reduction in Bendix volumes from what was originally forecast.
- K** Cumulative Financing costs to date are below budget by approximately \$ 118,324. This is a permanent timing difference resulting from lower than expected interest rates and borrowing lines.
- L** The Company has summarized in the table below one time, non-recurring costs for the period Dec 9, 2009 to May 22, 2009

	Incurred To Date (May 22, 2009)
Tooling Hostage Payments	\$ 307,772
Pre-filing Interest Payment EDC	\$ 102,352
Lump sum repayment of EDC prefiling Debt	\$ 170,000
Proportional repayment of EDC prefiling Debt	\$ 185,434
Professional Fees BTI	\$ 1,538,645
Equipment move to Burlington	\$ 528,734
Vacation Pay (Terminated Alumetco Employees)	\$ 120,000
KERP payments	\$ 117,500
Contingency costs	\$ 369,287
RBC Monitoring fee	\$ 75,000
	<u>\$ 3,514,724</u>